VZCZCXRO8619 OO RUEHPT DE RUEHBY #0041/01 0150632 ZNY CCCCC ZZH O 150632Z JAN 10 FM AMEMBASSY CANBERRA TO RUEHC/SECSTATE WASHDC IMMEDIATE 2530 INFO RUEHBJ/AMEMBASSY BEIJING 9713 RUEHJA/AMEMBASSY JAKARTA 5596 RUEHLO/AMEMBASSY LONDON 2166 RUEHME/AMEMBASSY MEXICO 0001 RUEHOT/AMEMBASSY OTTAWA 0027 RUEHUL/AMEMBASSY SEOUL 9997 RUEHKO/AMEMBASSY TOKYO 3798 RUEHWL/AMEMBASSY WELLINGTON 0213 RUEHBN/AMCONSUL MELBOURNE 6907 RUEHPT/AMCONSUL PERTH 5171 RUEHDN/AMCONSUL SYDNEY 5180 RHEHNSC/NSC WASHINGTON DC RHMFISS/DEPT OF ENERGY WASHINGTON DC RHMFISS/HQ EPA OIA WASHINGTON DC RUCNDT/USMISSION USUN NEW YORK 0864 RHEHAAA/THE WHITE HOUSE WASHINGTON DC

C O N F I D E N T I A L SECTION 01 OF 02 CANBERRA 000041

NOFORN SIPDIS

STATE FOR S/SECC STERN, OES/EGC TALLEY, EAP/CM WHITE HOUSE FOR CEQ SUTLEY NSC FOR LOI

E.O. 12958: DECL: 01/17/2020

TAGS: <u>SENV</u> <u>PREL</u> <u>KGHG</u> <u>AS</u>

SUBJECT: AUSTRALIA FOCUS ON COPENHAGEN ACCORD, CHINA

REF: A. SECSTATE 3079

¶B. 09 CANBERRA 1070

1C. WONG-STERN JAN 14 TELCON

Classified By: Deputy Chief of Mission Daniel A. Clune, Reasons 1.4(B)(D).

11. (C/NF) Summary: Australia is prepared to notify the UNFCC Secretariat that it associates itself with the Copenhagen Accord and to submit its targets or actions by January 31. China and the U.S. should be the first countries to take such action, in the Australian view, in order to shore up support for the Accord. Looking forward, Australia sees three strategies to move toward a comprehensive global climate change regime: continuing to work in the UNFCCC, moving the work to the Major Economies Forum (MEF), or working with Mexico on a Friends of the Chair approach. PM Rudd has a concrete action plan, which he was prepared to propose to the Secretary during her postponed visit that focuses on joint U.S.-Australia planning on how best to approach China. If China fails to associate itself with the Accord, Parkinson said, it would seriously jeopardize passage of Rudd's domestic climate legislation. End Summary.

THE WAY FORWARD

- 2.(C/NF) DCM met with Martin Parkinson, Secretary of the Department of Climate Change (DCC), and Jo Evans, Acting Deputy Secretary, on January 15 to deliver points in ref. A and discuss Australia's diplomatic engagement in support of the Copenhagen Accord. Parkinson said that Australia was in contact with Special Envoy Stern and engaged in a series of small group discussions with approximately 30 countries involved in the negotiation of the Accord. DCC Deputy Secretary Howard Bamsey is currently on travel in Europe discussing strategies to speed this process and will stop in New York for meetings with U.S. officials.
- 13. (C/NF) In Parkinson's view, there are three ways to approach this year's negotiations. The first would be to

continue to push in the UNFCCC, but the Secretariat is uncooperative and this strategy would fail. The second is to move negotiations into a forum like the MEF, which Australia strongly supports, but would require a strategy to move any MEF-level agreement back into the overall UNFCCC and deal with the ability of obstructionist countries to block consensus. The third would be to work with Mexico to set up another "Friends of the Chair" group (as with COP-15) and use that smaller group to push progress. Parkinson said Australia favors working with Mexico on a small group consensus, but is concerned about whether Mexico is prepared to take on the leadership.

RUDD'S CONCRETE PROPOSAL

14. (C/NF) Parkinson confirmed that PM Kevin Rudd had been looking forward to presenting a concrete proposal on how to engage China on climate change to the Secretary during her planned visit to Australia (postponed due to the Haiti earthquake). Though not finalized, the plan would focus on joint analysis of benefits to China of early adoption of Qjoint analysis of benefits to China of early adoption of clean energy and emissions reduction and developing a common strategy to engage the Chinese leadership. Parkinson said that, in his prior experience as Secretary of the Treasury, China would only do what it saw in its own interest, so demonstrating that early action would be in China's own best interest is critical.

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15. (C/NF) If China fails to associate itself with and inscribe its pledges to the Accord soon, Parkinson said, it would seriously jeopardize passage of Rudd's domestic climate legislation (ref B). Even if the U.S., EU and others moved quickly, Australians would not support climate change action unless China signed a pledge alongside everyone else. Parkinson said the Department expressed concern to Chinese diplomats over the lack of ambition in the PRC's stated goal of a 40-45% reduction in carbon intensity by 2020. Following the Copenhagen meetings, the Australian Ambassador in Beijing urged China to follow up with action on its statements in support of the Accord.

COMMENT

16. (C/NF) Parkinson and Evans told us that Rudd's concrete proposal is still very much a work in progress. We will be looking for opportunities to elicit further details as it is finalized and to conduct preliminary discussions on the idea with the Prime Minister before the Secretary's rescheduled visit.

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